

**REMARKS**

Claims 21-40 are currently pending. Claims 1-20 have been canceled without prejudice. Claims 21-40 are new and have been added to more particularly point out the claimed subject matter. Applicant respectfully submits that no new matter has been added by the foregoing amendment.

Applicant respectfully submits that the cited references fail to teach or suggest all of the limitations of Applicant's claims. For example, the cited references fail to teach the limitations of "wherein the first device and the second device are confined within a room" and "wherein the encoded encryption key signal is not readily detectable outside of the room," as claimed in claims 21-29 and 40. In addition, the cited references fail to teach the limitations of "wherein the first device and the second device are confined within a room" and "wherein the encoded signal representative of the encryption key is not readily detectable outside of the room," as claimed in claims 30-39. Thus, Applicant respectfully submits that the cited references fail to teach or suggest each and every limitation of Applicant's claims.

In view of the foregoing, Applicant respectfully submits that the claims are allowable over the cited references, and requests that a Notice of Allowance issue for these claims. If the Examiner has any questions or issues that can be resolved via telephone, the Examiner is requested to contact the undersigned attorney at 512-473-2550, ext. 102.

Respectfully submitted,

11-6-06  
Date

  
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